Assigned for all purposes to: Santa Monica Courthouse, Judicial Officer: H. Ford III DAVIS LAW GROUP, A Professional Law Corporation D. Jason Davis (SBN 193225) 222 W. 6<sup>th</sup> Street, Suite 400 1 2 San Pedro, CA 90731 3 Phone: 424-256-6279 Email: jdavis@dlglawcorp.com 4 Attorneys for Plaintiff Simone Sah 5 6 SUPERIOR COURT OF THE STATE OF CALIFORNIA 7 **COUNTY OF LOS ANGELES** 8 9 SIMONE SHAH, an individual, CASE NO.: 10 Plaintiff, **COMPLAINT FOR:** VS. 11 (1) DEFAMATION PER SE; LISA KWON, an individual; and DOES 12 1 through 50, inclusive, (2) DEFAMATION PER QUOD; 13 Defendants. (3) FALSE LIGHT; 14 [DEMAND FOR JURY TRIAL] 15 16 17 Plaintiff Simone Shah, by and through her undersigned attorneys, hereby brings 18 19 this action against Defendants Lisa Kwon and DOES 1 through 50, and by this Complaint 20 alleges as follows: JURISDICTION AND VENUE 21 1. This Court has personal jurisdiction over each named Defendant herein 22 because each Defendant resides in the State of California and within the Court's 23 jurisdictional area. The Court has jurisdiction over all causes of action asserted herein 24 pursuant to the California Constitution, Article VI, Section 10. 25 2. Venue is proper in the County of Los Angeles pursuant to California Code 26 of Civil Procedure Section 395(a) because the injuries giving rise to this lawsuit occurred 27 28 in the county of Los Angeles.

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#### **GENERAL ALLEGATIONS**

#### **PARTIES**

- 3. Plaintiff Simone Shah ("Plaintiff") is, and was at all times relevant, a resident of Los Angeles County, California. Plaintiff is a real estate investor who owns a number of multi-unit residential properties that Plaintiff rents and/or leases to members of the public.
- 4. Plaintiff is informed and believes and thereon alleges that Defendant Lisa Kwon ("Defendant") is a resident of Los Angeles County, California and at the pertinent times mentioned in this Complaint purports to be a "writer and reporter with an interest in . . . tenant rights, and local resistance movements against gentrification and displacement."
- 5. On information and belief, Plaintiff alleges that each and every defendant acted as the agent, representative and/or employee of every other defendant in the actions alleged herein.
- 6. Plaintiff is unaware of the true names and capacities of Defendants DOES 1 through 50 and, therefore, sues those parties by such fictitious names. When their true names and capacities are ascertained, Plaintiff will amend this complaint by inserting their true names and capacities herein. Plaintiff is informed and believes and alleges that each of the fictitiously named defendants is responsible in some manner for the occurrences alleged in this complaint, that Plaintiff's damages as alleged in this Complaint were proximately caused by those defendants, and that each such defendant was the agent and/or employee of every other defendant.

#### FACTUAL BACKGROUND

- 7. Plaintiff owns a number of multi-unit residential properties that Plaintiff rents and/or leases to long-term tenants. In addition, Plaintiff owns one hotel in Los Angeles that legally rents rooms on a short-term basis.
- 8. On April 25, 2021, Defendant published an article entitled, "Airbnbs in Los Angeles Are Not Going Away" on a website called Knock LA (the "Article"). The

<sup>&</sup>lt;sup>1</sup> The article can be found at https://knock-la.com/report-illegal-airbnb-los-angeles/.

subtitle immediately below states, "Here's how to — and why you should — fight against illegal Airbnbs in your neighborhood."

9. Knock LA describes itself as "a nonprofit community journalism project . . . dedicated to providing independent journalism and telling the real story of LA." At the end of the Article, Knock LA provided the following disclaimer:

Pieces published under Knock LA's "Activism" vertical represent the views and opinions of the organizations and activists who write them, not necessarily Knock LA. Pieces in this vertical are sometimes republished in collaboration with other sources. Knock LA does not typically compensate writers or organizations for "Activism" pieces.

- 10. While the article purports to be about "illegal Airbnbs" in Los Angeles neighborhoods, the article is in fact a dedicated smear campaign written to cast Plaintiff in a false light and contains numerous false statements about Plaintiff and her business that have nothing to do with illegal Airbnbs in Los Angeles. Approximately half of the article is dedicated to making false statements about Plaintiff and how she purportedly treats her tenants, none of which have anything to do with the purported subject of the Article, illegal Airbnbs in Los Angeles.
- 11. The article contains numerous false statements about Plaintiff, including the following:
  - a. "A renter in one building discovered that she had compromised the privacy and physical safety of each tenant, as every one of their doors had the same lock."
  - b. "Shah and others take a multipronged approach to maximizing profits, which means ignoring tenant requests, delaying repairs to maintain uninhabitable conditions, hiring lawyers to send intimidating letters as a means of pressuring them out, and turning what used to be long-term housing into Airbnbs for tourists. These violations will only increase if we don't do something about them now."
  - c. "Prior to signing, Simone had never disclosed to them that any of the units in the building were being rented out as Airbnbs. Yvette eventually found out when a friend discovered that she was not able to rent an available unit because Simone told her it's being used to host guests."

"The proof was glaring: her landlord is not interested in creating a habitable

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and leasing companies to displace long-term tenants so that the units are always vacant."

- d. "In this pursuit of easy money, landlords are exacerbating the city's homelessness crisis by converting homes into backdoor hotels."
- 13. Defendant and DOES 1 through 50 took no action to confirm whether any of the above statements were in fact true, including conferring with Plaintiff. Moreover Defendant and DOES 1 through 50 could have no reasonable belief that the above statements were true without attempting to verify the truth and accuracy of the statements.
- 14. Not long after the Article was published on Knock LA's website, Plaintiff and her young children began receiving death threats and threats of physical violence against them. Because of the Article, Plaintiff has been called the devil, a vulture, that she would be violently ejected back to where she came from (Plaintiff is of South Asian decent), Plaintiff was told she was in someone's "cross hairs," and was called a number of different racist names.
- 15. More disturbing is that unidentified individuals obtained Plaintiff's home phone number and left threatening and harassing messages on Plaintiff's answering machine. Because Plaintiff's young children were not in school during this time, Plaintiff's children heard the disturbing threats and harassing phone calls. After Plaintiff's six year-old answered one phone call, Plaintiff was asked what a pistol was. Her children began drawing escape routes out of their house "in case they come for us."
- 16. Plaintiff contacted Knock LA's editors seeking a retraction of the article. Knock LA refused to take any action to correct the false statements doubling down by claiming all of the information in the Article was true.

#### FIRST CAUSE OF ACTION

# (Defamation Per Se [Civil Code §§ 45(a), 46] against Defendant and DOES 1 through 50)

17. Plaintiff realleges and incorporates by reference paragraphs 1 through 16 of this Complaint as though fully set forth herein.

	18.	In acting or failing to act as described above, Defendant and DOES 1
throu	ıgh 50, i	n written text, made defamatory statements about Plaintiff online by
publi	ishing th	e Article on the Knock LA website, including without limitation:

"A renter in one building discovered that she had compromised the privacy and physical safety of each tenant, as every one of their doors had the same lock."

- b. "Shah and others take a multipronged approach to maximizing profits, which means ignoring tenant requests, delaying repairs to maintain uninhabitable conditions, hiring lawyers to send intimidating letters as a means of pressuring them out, and turning what used to be long-term housing into Airbnbs for tourists. These violations will only increase if we don't do something about them now."
- c. "Prior to signing, Simone had never disclosed to them that any of the units in the building were being rented out as Airbnbs. Yvette eventually found out when a friend discovered that she was not able to rent an available unit because Simone told her it's being used to host guests."
- d. "The proof was glaring: her landlord is not interested in creating a habitable place for renters."
- e. "Many of Shah's Airbnb hotels are listed on Locks On My Block's map"
- f. "Several of Shah's tenants have anonymously reported different ways that she has harassed them or their neighbors . . . all while vacated units are being spruced up for short-term renters."
- g. "Meanwhile Brett is still waiting for things inside his own unit to be fixed. For now, he is one of the last long-term tenants left in his apartment building. The rest of the units either lie vacant or welcome a steady flow of Airbnb guests."
- h. For every Shah who paints herself as a good "real estate investor," there are plenty of renters who have been subject to the actions of anyone but. There is no such thing as an "ambivalent landlord" as long as anyone is scaring people out of their homes to rake in profit. Anyone who is hoarding residential units is making a clear statement that they are in the business of hurting people and gutting our

communities.

- 19. Out of the thousands of landlords and real estate investors in the county of Los Angeles, Plaintiff is the only landlord or real estate investor mentioned by name in the article by name. As a result, there are a number of statements that a reasonable person would think were about Plaintiff, including, but not limited to:
  - a. "Los Angeles turns a blind eye to landlords who set up Airbnbs; this is
    particularly concerning when they fly under the radar with illegally-operated ones
    a practice that is almost guaranteed to increase because of the Airbnb-Olympics deal."
  - b. "Because the City abets speculative real estate, corporate and "mom and pop" landlords have made it a common practice to flip residential units into short-term rentals"
  - c. "landlords have figured out that the most profitable Airbnbs are the ones that sit completely empty when not used by tourists. This incentivizes landlords and leasing companies to displace long-term tenants so that the units are always vacant."
  - d. "In this pursuit of easy money, landlords are exacerbating the city's homelessness crisis by converting homes into backdoor hotels."
- 20. Upon information and belief, these defamatory statements have been reviewed by Plaintiff's clients, vendors, contracting parties, tenants, and customers, and they reasonably understood that the above statements and article were about Plaintiff.
- 21. Furthermore, Plaintiff's clients, vendors, contracting parties, tenants, and customers reasonably understood the above statements to mean that Plaintiff mistreats her tenants, seeks to create uninhabitable premises and to force out her long-term tenants. Moreover, the above statements tend directly to injure Plaintiff in respect to her business as a real estate investor, on behalf of herself and Dwell Management, by imputing to her that she mistreats her tenants, seeks to force out long-term tenants in favor of making short to rentals through Airbnb, and by imputing something with reference to her business

- 22. Plaintiff alleges upon information and belief that Defendant and DOES 1 through 50 maliciously, recklessly, and negligently made the above statements and published the Article without using reasonable care to determine the truth or falsity of the statements in the article. More importantly, the above-referenced representations are (and were) demonstrably false. In fact, Plaintiff further alleges that Defendant and DOES 1 through 50 knew the statements in the article were (and are) false, and acted with malice, oppression, and fraud in that regard.
- 23. In acting or failing to act as described above, Defendant and DOES 1 through 50's conduct was a substantial factor in causing harm to Shah's real estate investing business, her finances, and her reputation. Further, Plaintiff has suffered shame, mortification, and hurt feelings, and the statements in the article in part resulted in significant financial damages in the form of lost income. Moreover, as a result of the false statements in the article, Plaintiff and her children suffered threats of death and physical violence. The threats of death and physical violence have traumatized and permanently scarred Plaintiff's children who now constantly live in fear that the referenced threats will be carried out. Upon information and belief, Defendant and DOES 1 through 50's defamatory statements were not privileged.
- 24. As a direct and proximate result of the wrongful actions and inactions of Defendant and DOES 1 through 50, Plaintiff alleges upon information and belief that she has been damaged in at least the sum of \$250,000, with the exact amount to be proven at time of trial.
- 25. In acting or failing to act as described above, Defendant and DOES 1 through 50 acted with oppression, fraud, and malice, and thus Plaintiff is entitled to an award of punitive damages for the sake of example and by way of punishment.

#### **SECOND CAUSE OF ACTION**

(Defamation Per Quod Against Defendant and DOES 1 through 50)

26. Plaintiff realleges and incorporates by reference paragraphs 1 through 16 of

this Complaint as though fully set forth herein.

27. In acting or failing to act as described above, Defendant and DOES 1 through 50, in written text, made defamatory statements about Plaintiff online by publishing an article on the Knock LA website, including without limitation:

"A renter in one building discovered that she had compromised the privacy and physical safety of each tenant, as every one of their doors had the same lock."

- b. "Shah and others take a multipronged approach to maximizing profits, which means ignoring tenant requests, delaying repairs to maintain uninhabitable conditions, hiring lawyers to send intimidating letters as a means of pressuring them out, and turning what used to be long-term housing into Airbnbs for tourists. These violations will only increase if we don't do something about them now."
- c. "Prior to signing, Simone had never disclosed to them that any of the units in the building were being rented out as Airbnbs. Yvette eventually found out when a friend discovered that she was not able to rent an available unit because Simone told her it's being used to host guests."
- d. "The proof was glaring: her landlord is not interested in creating a habitable place for renters."
- e. "Many of Shah's Airbnb hotels are listed on Locks On My Block's map"
- f. "Several of Shah's tenants have anonymously reported different ways that she has harassed them or their neighbors . . . all while vacated units are being spruced up for short-term renters."
- g. "Meanwhile Brett is still waiting for things inside his own unit to be fixed. For now, he is one of the last long-term tenants left in his apartment building. The rest of the units either lie vacant or welcome a steady flow of Airbnb guests."
- h. For every Shah who paints herself as a good "real estate investor," there are plenty of renters who have been subject to the actions of anyone but. There is no such thing as an "ambivalent landlord" as long as anyone is scaring people out of their homes to rake in profit. Anyone who is hoarding residential units is making a

clear statement that they are in the business of hurting people and gutting our communities.

- 28. Out of the thousands of landlords and real estate investors in the county of Los Angeles, Plaintiff is the only landlord or real estate investor mentioned by name in the article by name. As a result, there are a number of statements that a reasonable person would think were about Plaintiff, including, but not limited to:
  - a. "Los Angeles turns a blind eye to landlords who set up Airbnbs; this is
    particularly concerning when they fly under the radar with illegally-operated ones
    a practice that is almost guaranteed to increase because of the Airbnb-Olympics deal."
  - b. "Because the City abets speculative real estate, corporate and "mom and pop" landlords have made it a common practice to flip residential units into short-term rentals"
  - c. "landlords have figured out that the most profitable Airbnbs are the ones that sit completely empty when not used by tourists. This incentivizes landlords and leasing companies to displace long-term tenants so that the units are always vacant."
  - d. "In this pursuit of easy money, landlords are exacerbating the city's homelessness crisis by converting homes into backdoor hotels."
- 29. Upon information and belief, these defamatory statements in the Article have been reviewed by Plaintiffs' clients, vendors, contracting parties, tenants, and customers online, and they reasonably understood that the above statements in the Article were about Plaintiff.
- 30. Given the surrounding circumstances, the statements tended to injure Plaintiffs in her business as a real estate investor. As discussed above, Plaintiff's real estate business involves leasing long-term rentals in multi-unit residential properties and one hotel. These statements in the Article were made publicly online where Plaintiffs' clients, vendors, contracting parties, tenants and customers review them, exposed Plaintiff to hatred,

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contempt, ridicule and shame, and operated to discourage these individuals from associating or dealing with Plaintiff. Furthermore, the Article caused Plaintiff's young children to be subjected to harassment and threats.

- 31. Plaintiff alleges upon information and belief that Defendant and DOES 1 through 50 maliciously, recklessly, and negligently made the above statements without using reasonable care to determine the truth or falsity of the statements. More importantly, the above-referenced statements are (and were) demonstrably false. In fact, Plaintiff further alleges that Defendant knew the statements were (and are) false, and acted with malice, oppression, and fraud in that regard.
- 32. In acting or failing to act as described above, Defendant and DOES 1 through 50's conduct was a substantial factor in causing harm to Shah's real estate investing business, her finances, and her reputation. Further, Plaintiff has suffered shame, mortification, and hurt feelings, and the statements in the article in part resulted in significant financial damages in the form of lost income. Moreover, as a result of the false statements in the article, Plaintiff and her children suffered threats of death and physical violence. The threats of death and physical violence have traumatized and permanently scarred Plaintiff's children who now constantly live in fear that the referenced threats will be carried out. Upon information and belief, Defendant and DOES 1 through 50's defamatory statements were not privileged.
- 33. As a direct and proximate result of the wrongful actions and inactions of Defendant and DOES 1 through 50, Plaintiff alleges upon information and belief that she has been damaged in at least the sum of \$250,000.00, with the exact amount to be proven at time of trial.
- 34. In acting or failing to act as described above, Defendant and DOES 1 through 50 acted with oppression, fraud, and malice, and thus Plaintiff is entitled to an award of punitive damages for the sake of example and by way of punishment.

#### THIRD CAUSE OF ACTION

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35.

this Complaint as though fully set forth herein.

#### (False Light Against Defendant and DOES 1 through 50)

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40. As a direct and proximate result of the wrongful actions and inactions of Defendant and DOES 1 through 50, Plaintiff alleges upon information and belief that she has been damaged in at least the sum of \$250,000.00, with the exact amount to be proven

at time of trial.

41. In acting or failing to act as described above, Defendant and DOES 1

Plaintiff realleges and incorporates by reference paragraphs 1 through 16 of

In acting or failing to act as described above, Plaintiffs allege upon 36. information and belief that Defendant and DOES 1 through 50 publicized information or material that portrayed Plaintiff in a false light. Indeed, Defendant and DOES 1 through 50 publicly shamed Plaintiff online with the above false and misleading information, including without limitation that Plaintiff mistreated, harassed and threatened her tenants, sought to force out long-term tenants, and operated illegal Airbnbs. As a result, this information was substantially certain to become public knowledge.

- 37. Plaintiff further alleges upon information and belief that the false light created by this publication would be highly offensive to a reasonable person in Plaintiff's position (i.e., someone in the real estate investing business).
- 38. Plaintiff further alleges upon information and belief that not only was Defendant and DOES 1 through 50 negligent in determining the truth of the information or whether a false impression would be created by the publication, but also that Defendant and DOES 1 through 50 acted with reckless disregard for the truth of the information.
- As a result of the foregoing, Plaintiff suffered severe harm personally, as 39. well as harm to her real estate investing business, which includes not only clients, vendors, customers, tenants, and future business that she has lost, but also the money Plaintiff has spent as a result of these statements. In addition, Defendant and DOES 1 through 50's above-described conduct was a substantial factor in causing this harm.

1	through 50 acted with oppression, fraud, and malice, and thus Plaintiff is entitled to an		
2	award of punitive damages for the sake of example and by way of punishment.		
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4	WHEREFORE, Plaintiff prays for judgment against Defendant and DOES 1		
5	through 50, and each of them, as follows:		
6	As to the First Cause of Action		
7	1. For Plaintiff's general, special, and/or compensatory damages, Plaintiff	fs'	
8	lost profits and Plaintiff's emotional distress and reputational damage in at least the sur		
9	of \$250,000.00;		
10	2. For punitive damages according to proof; and		
11	3. For Plaintiff's costs of suit incurred in this action, and attorneys' fees a	ıs	
12	allowed by law.		
13	As to the Second Cause of Action		
14	1. For Plaintiff's general, special, and/or compensatory damages, Plaintiff	fs'	
15	lost profits and Plaintiff's emotional distress and reputational damage in at least the sur		
16	of \$250,000.00;		
17	2. For punitive damages according to proof; and		
18	3. For Plaintiff's costs of suit incurred in this action, and attorneys' fees a	ıs	
19	allowed by law.		
20	As to the Third Cause of Action		
21	1. For Plaintiff's general, special, and/or compensatory damages, Plaintiff	fs'	
22	lost profits and Plaintiff's emotional distress and reputational damage in at least the s	sum	
23	of \$250,000.00;		
24	2. For punitive damages according to proof; and		
25	3. For Plaintiff's costs of suit incurred in this action, and attorneys' fees a	ıs	
26	allowed by law.		
27	As to All Causes of Action		
28	1. For injunctive relief enjoining Defendant from continuing to defame an	ıd	

1	interfere with Plaintiff and her real estate investing business;				
2	2. For pre-judgment interest at the maximum legal rate in an amount to be				
3	proven at time of trial; and				
4	3. For such other and furthe	er relief as the court deems just and proper.			
5	II .				
6	Dated: April 25, 2022	DAVIS LAW GROUP, A Professional Law Corporation			
7	7				
8		By: <u>/s/ D. Jason Davis</u> D. Jason Davis Attorneys for Plaintiff Simone Shah			
10		T FOD HIDW TOLLI			
11	REQUEST FOR JURY TRIAL				
12	Fiamum Simone Shan hereby de	emands a trial by jury on all issues.			
13	D . 1	DAVIS LAW GROUP, A Professional Law Corporation			
14	4	Triforessional Law Corporation			
15	5	By: <u>/s/ D. Jason Davis</u> D. Jason Davis			
16	5	Attorneys for Plaintiff Simone Shah			
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